# UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

THE TRAVELERS as subrogee of DORSON INC., and EDDIE BAUER, INC.; THE HARTFORD INSURANCE CO. as subrogee of CROSS ISLAND TRADING CO., INC.; GREAT AMERICAN INSURANCE CO. as subrogee of DO IT BEST CORP.; and FIREMAN'S FUND INSURANCE COMPANY as subrogee of TRINITY GLASS INTERNATIONAL, INC.,

07 Civ. 3104 (RPP)

Plaintiffs,

#### -against-

M/V EASLINE TIANJIN, her engines, boilers, etc.; KAWASAKI KISEN KAISHA, LTD.; YANG MING MARINE TRANSPORT, LTD.; PHOENIX INTERNATIONAL FREIGHT SERVICES, LTD.; LAUFER FREIGHT LINES, LTD.; APL LOGISTICS; and HYUNDAI MERCHANT MARINE CO., LTD.,

Defendants	
	$\mathbf{X}$

# MEMORANDUM OF LAW IN SUPPORT OF MOTION TO DISMISS

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## INTRODUCTION

Defendant Hyundai Merchant Marine Co., Ltd. (hereinafter, "HMM") respectfully moves for an Order dismissing the claim by Fireman's Fund Insurance Company as subrogee of Trinity Glass International, Inc. set forth in the Amended Complaint by reason of the forum selection clause in the HMM sea waybill.

In Schedule A of the Amended Complaint plaintiff Fireman's Fund alleges the nondelivery of one container no. HDMU2999494 said to contain 61 glass panels (although Exhibit A to Paik Declaration reflects 51 panels) from Xingang, China via Tacoma, Washington to Breinigsville, Pennsylvania, in the summer of 2006. Due to an accident at sea aboard a feeder vessel, M/V EASLINE TIANJIN, it appears that the container belonging to consignee Trinity Glass International, Inc. was lost overboard.

Plaintiffs' Amended Complaint invokes the admiralty jurisdiction of this Court and, defendant HMM concurs that this is a maritime claim.

# FORUM SELECTION CLUASE

The HMM seaway bill under which Fireman's Fund sues contains the following forum selection clause:

> The claims arising from or in connection with or relating to this Sea Waybill shall be exclusively governed by law of Korea except otherwise provided in this Sea Waybill. Any and all action concerning custody or carriage under this Sea Waybill whether based or breach of contract, tort or otherwise shall be brought before the Seoul Civil District Court in Korea.

Paragraph 6 of Exhibit A to Paik Declaration. The clause is mandatory and exclusive.

# POINT I

#### FORUM SELECTION CLAUSES MUST BE ENFORCED

HMM moves pursuant to Federal Rules of Civil Procedure 12(b)(1), (3) or (6) for an Order dismissing Fireman's Fund Amended Complaint. *New Moon Shipping Co., Ltd. v. MAN B&W Diesel AG*, 121 F.3d 24, 28-9 (2d Cir. 1997).

In *THE BREMEN v. Zapata Off-Shore*, 407 U.S. 1, 15, 92 S. Ct. 1907, 32 L. Ed. 2d 513, (1972), the Supreme Court held that forum selection clauses in maritime contracts are *prima facie* valid and must be enforced unless enforcement is shown by a resisting party to be fundamentally unfair.

In *Vimar Seguros y Reaseguros, S.A. v. M/V SKY REEFER, et al.*, 515 U.S. 528, 115 S.Ct. 2322, 132 L. Ed. 2d 462 (1995), the Supreme Court enforced a forum selection clause in an ocean bill of lading requiring the parties to submit their disputes to arbitrators at Tokyo. The Supreme Court held that forum selection clauses do not violate § 1303(8) of the Carriage of Goods by Sea Act, 46 U.S.C. § 1300 *et seq.*, reprinted as a note following 46 U.S.C. § 30701.

The Supreme Court decision in *Sky Reefer* has been almost universally followed by this Court as well as other courts in this district. *3 P.P.D. v. M/V CAST MUSKOX*, 1995 U.S. Dist. LEXIS 18200, 1995 W.L. 728463 (S.D.N.Y. 1995) (Courts of Canada); *Stemcor USA*, *Inc. v. Golden Management*, 2001 W.L. 111293 (S.D.N.Y. 2001) (Korean forum); *LPR, S.r.L v. Challenger Overseas*, 2000 W.L. 973748 (S.D.N.Y. 2000) (People's Republic of China); *Asoma v. M/V SOUTHGATE*, 99 W.L. 1115190 (S.D.N.Y. 1999) (Korean forum); *Abrar Surgery v. M/V JOLLY* ORO, 1999 W.L. 295003 (S.D.N.Y. 1999) (Croatian forum); *Stemcor* 

USA, Inc. v. Hyundai Merchant Marine, Ltd., 2005 A.M.C. 705 (S.D.N.Y. 2005)(Korean forum).

# **CONCLUSION**

An Order should be entered dismissing Fireman's Fund's Amended Complaint against HMM.

Dated: New York, New York July 18, 2007

Respectfully,

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